# AMENDED IN SENATE AUGUST 24, 1999 AMENDED IN SENATE JULY 2, 1999 AMENDED IN ASSEMBLY APRIL 28, 1999 AMENDED IN ASSEMBLY MARCH 25, 1999

CALIFORNIA LEGISLATURE-1999-2000 REGULAR SESSION

### **ASSEMBLY BILL**

No. 285

## **Introduced by Assembly Member Corbett**

February 4, 1999

An act to add Article 25 (commencing with Section 2525) to Chapter 5 of Division 2 of the Business and Professions Code, to add Section 1348.8 to the Health and Safety Code, and to add Section 10279 to the Insurance Code, relating to health care services.

#### LEGISLATIVE COUNSEL'S DIGEST

AB 285, as amended, Corbett. Health care coverage: Medical advice services.

Under existing law, the Knox-Keene Health Care Service Plan Act of 1975, health care service plans are regulated by the Department of Corporations. Under existing law, the willful violation of these provisions is a crime. Existing law also provides for the regulation of insurers by the Department of Insurance.

This bill would require every health care service plan, and every disability insurer that provides coverage for hospital, medical, and surgical expenses, that provide telephone

AB 285 — 2 —

medical advice or telephone medical triage services to require that the staff employed to provide the medical advice services from a site located in California to a patient at a California address hold a valid California license as a registered nurse or be a, physician assistant, or physician and surgeon licensed to practice medicine in this state. The bill would require that a physician and surgeon be available to the telephone medical advice service on an on-call basis at all times.

The bill would prohibit a health care service plan and certain disability insurers from operating or contracting with a nonresident telephone medical advice or telephone medical triage service to operate a nonresident telephone medical advice or telephone medical triage service that is not registered as provided under the bill.

Existing law, the Medical Practice Act, provides for the certification and regulation of physicians and surgeons by the Medical Board of California.

This bill would provide for the registration of nonresident telephone medical advice or telephone medical triage services with the board and would authorize the board to set fees for this purpose. The bill would prohibit, on and after January 1, 2000, a person located outside California from providing telephone medical advice or telephone medical triage services to a patient at a California address unless the person is registered with the board.

Because this bill would change the requirements of health care service plans, this bill would change the definition of a crime, thereby imposing a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

-3-**AB 285** 

The people of the State of California do enact as follows:

SECTION 1. Article 25 (commencing with Section 2525) is added to Chapter 5 of Division 2 of the Business and Professions Code, to read:

3 4

# Article 25. Nonresident Telephone Medical Advice

5 6 7

#### Article 25. Telephone Medical Advice or Telephone Medical Triage Services

8 9 10

13

14 15

23 24

26

27

30

31

- 2525. (a) On and after January 1, 2000, no business shall provide telephone medical advice or telephone medical triage services to a patient at a California address unless the business is registered with the Medical Board of California.
- (b) Any business entity required to be registered 16 under subdivision (a) that submits proof of accreditation by the American Accreditation Healthcare Commission 18 URAC, the National Committee for Quality Assurance, Quality Health Council, or 19 the National the 20 Commission on Accreditation of Healthcare 21 Organizations shall be deemed provisionally registered 22 by the board until the earlier of the following:
  - (1) December 31, 2000.
- (2) The granting or denial of an application for 25 registration pursuant to subdivision (a).
  - 2525.1. Application for registration as a nonresident telephone medical advice or telephone medical triage service shall be made on forms prescribed by the board, accompanied by the fee prescribed by this article, and shall contain all of the following:
- individual (a) The signature of the owner of 32 nonresident telephone medical telephone advice or medical triage service, or of all of the partners if the 34 service is a partnership, or of the president or secretary 35 if the service is a corporation.
- (b) The name under which the person applying for 36 37 the nonresident telephone advice or telephone medical 38 *triage* service proposes to do business.

**AB 285** 

- 1 (c) The location of the business.
- (d) The designation of an agent for service of process 2 3 in California.
- 2525.3. (a) In order obtain maintain to and 5 registration, a — nonresident telephone medical advice or telephone medical triage service shall comply with established requirements by the board. Those requirements shall include, but shall not be limited to, all of the following:
- (1) Employing either a registered nurse, physician 11 assistant, or physician and surgeon who is licensed in 12 California and in good standing to provide telephone medical advice or telephone medical triage services.
- (2) Complying with all directions and requests for 15 information made by the board as authorized under this 16 article.
- (3) Maintaining records of advice services provided to 18 patients in California for a period of at least five years.
- (b) The board may contract with a private nonprofit 20 accrediting agency to evaluate the qualifications of applicants for registration pursuant to this article and make recommendations to the board.
- 2525.5. A registration issued pursuant to this article 24 may be denied, suspended, revoked, or otherwise subjected to discipline for any of the following: 25
  - (a) Incompetence, gross negligence, or repeated similar negligent acts performed by the registrant or any employee of the registrant.
- (b) An act of dishonesty or fraud by the registrant or 30 any employee of the registrant.
- 31 (c) The commission of any act, or being convicted of 32 a crime—constitutes, constituting grounds for denial or revocation of licensure as a physician or surgeon and 34 surgeon, physician assistant, or registered nurse in 35 California.
- 2525.7. (a) Every registration issued to a nonresident 36 37 telephone medical advice or telephone medical triage service shall expire 24 months after the initial date of
- issuance.

10

13

14

17

21

23

26

27 28

29

**—5— AB 285** 

(b) To renew an unexpired registration, the registrant shall, before the time at which the license registration would otherwise expire, apply for renewal on a form prescribed by the board, and pay the renewal fee authorized by this article.

1

5

6

9

13

15

17

28

32

33

2525.9. The board may set fees for registration as a nonresident telephone medical advice or medical triage service sufficient to pay the costs of administration of this article.

2525.11. The board may adopt, amend, or repeal any 10 11 rules and regulations that are reasonably necessary to carry out this article. 12

SEC. 2. Section 1348.8 is added to the Health and 14 Safety Code, to read:

1348.8. (a) Every service plan health care 16 provides telephone medical advice or telephone medical triage services to its enrollees and subscribers shall 18 require that the staff employed to provide the telephone 19 medical advice or telephone medical triage services from 20 a site located in California shall hold a valid license as a 21 registered nurse pursuant to Chapter 6 (commencing 22 with Section 2700) of Division 2 of the Business and 23 Professions Code or shall be a physician and surgeon 24 licensed to practice medicine in California. A shall hold 25 a valid California license as a registered nurse, physician assistant, or physician and surgeon. A physician and surgeon shall be available on an on-call basis at all times.

- (b) Nothing in this article shall limit, preclude, or 29 otherwise interfere with the practices of other persons 30 licensed or otherwise authorized to practice under this division in telephone medical advice or medical triage services consistent with the governing their respective scopes of practice.
- (c) No health care service plan shall operate or 34 35 contract with a nonresident telephone medical advice or 36 telephone medical triage service that is not registered pursuant to Article 25 (commencing with Section 2525) 38 of Chapter 5 of Division 2 of the Business and Professions 39 Code.

AB 285 **—6—** 

SEC. 3. Section 10279 is added to the Insurance Code, 1 2 to read:

3 insurer 10279. (a) Every disability that provides group or individual, or both policies of disability 5 insurance that provides a hospital, medical, or surgical benefit, that is issued, amended, delivered, or renewed on or after January 1, 2000, and that provides telephone medical advice or telephone medical triage services shall require that the staff employed to provide the telephone 10 medical advice or telephone medical triage services from 11 a site located in California shall hold a valid license as a 12 registered nurse pursuant to Chapter 6 (commencing 13 with Section 2700) of Division 2 of the Business and 14 Professions Code or shall be a physician and surgeon 15 licensed to practice medicine in California. A shall hold 16 a valid California license as a registered nurse, physician assistant, or physician and surgeon. A physician and 17 18 surgeon shall be available on an on-call basis at all times.

- (b) Nothing in this chapter shall limit, preclude, or 20 otherwise interfere with the practices of other persons 21 licensed or otherwise authorized to practice under this 22 division in telephone medical advice or telephone services medical triage consistent with the laws governing their respective scopes of practice.
- (c) No disability insurer that provides group, 26 individual, or both policies of disability insurance that provides hospital, medical, or surgical benefits shall operate or contract with a nonresident 29 medical advice or telephone medical triage service that 30 is not registered pursuant to Article 25 (commencing with Section 2525) of Chapter 5 of Division 2 of the 32 Business and Professions Code.

<del>(e)</del>

19

23

24

25

33

- 34 (d) This section shall not apply vision-only, to 35 dental-only, accident-only, specified disease, hospital Medicare supplement, long-term care, 36 indemnity, disability income insurance. 37
- SEC. 4. No reimbursement is required by this act 38 pursuant to Section 6 of Article XIII B of the California 40 Constitution because the only costs that may be incurred

**—7** — **AB 285** 

1 by a local agency or school district will be incurred

- 2 because this act creates a new crime or infraction,
- 3 eliminates a crime or infraction, or changes the penalty 4 for a crime or infraction, within the meaning of Section
- 5 17556 of the Government Code, or changes the definition
- 6 of a crime within the meaning of Section 6 of Article
- 7 XIII B of the California Constitution.